

## NEW JERSEY CASINO CONTROL COMMISSION

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Tennessee Avenue and Boardwalk  
Atlantic City, NJ 08401

# ***CCC Announces 2005 Results***

## **For Immediate Release**

Wednesday, April 5, 2005

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**ATLANTIC CITY**— The city's 12 casino hotels reported a 5.7 percent increase in gross operating profits in 2005, including an 18 percent increase in the fourth quarter alone, according to figures released Wednesday by the New Jersey Casino Control Commission.

Gross operating profits totaled \$1.3 billion in 2005 compared to \$1.2 billion in 2004. During the same period, net revenues increased 5.2 percent to \$4.88 billion. In the fourth quarter of 2005, casinos reported gross operating profits of \$273.7 million compared to \$232 million in the same period a year earlier. Net revenues for the quarter were \$1.18 billion versus \$1.08 billion a year earlier, a 9.9 percent increase.

Gross operating profit represents earnings before interest, taxes, depreciation, amortization and charges from affiliates. It is a widely accepted measure of profitability in the gaming industry. After all of those other charges, the industry reported a net income of \$548.2 million compared to \$104.2 million in 2004. In the fourth quarter, the industry reported a combined net income of \$24.6 million compared to a net loss of \$18.8 million a year earlier.

Borgata led the industry with gross operating profits of \$256.4 million in 2005, an increase of 14.7 percent over 2004. Harrah's reported \$176.5 million in gross operating profits, up 9 percent; Bally's Atlantic City reported \$164 million in gross operating profits, down 3.3 percent; and Caesars generated \$158.5 million in gross operating profits, a 6.4 percent increase.

Showboat earned \$144.7 million in gross operating profits, up 11.5 percent; Tropicana earned 121.1 million in gross operating profits, up 46.9 percent; and the Trump Taj Mahal earned \$113.7 million in gross operating profits, down 0.8 percent. Trump Marina earned \$50.2 million in gross operating profits, down 5.7 percent; Trump Plaza earned \$38.4 million in gross operating profits, down 15.7 percent; and Resorts earned \$32.8 million in gross operating profit, up 19.1 percent. The Atlantic

City Hilton reported gross operating profits of \$28.3 million, a decline of 43.7 percent and the Sands reported gross operating profits of \$11.8 million, a decline of 37.4 percent.

The occupancy rate in the city's casino hotels increased to 91.3 percent from 90.6 percent in 2004. The number of occupied room nights increased to 4.95 million from 4.7 million. The total amount of promotional allowances and expenses increased 7.6 percent in 2005 to \$1.56 billion.

*(Anyone interested in obtaining detailed data can purchase copies of the quarterly reports. For more information contact the Office of Communications.)*

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE QUARTER ENDED DECEMBER 31, 2005 AND 2004  
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	<u>2005</u>	<u>2004</u>	<u>%</u>	<u>2005</u>	<u>2004</u>	<u>%</u>	<u>2005</u>	<u>2004</u>	<u>%</u>
AC Hilton (a)	\$ 60,729	\$ 61,227	(0.8)	\$ (611)	\$ 4,742	N/A	\$ (6,945)	\$ (3,446)	N/A
Bally's AC	151,689	133,605	13.5	32,528	24,122	34.8	(38)	(7,021)	99.5
Borgata	193,939	179,446	8.1	63,240	62,192	1.7	40,909	59,759	(31.5)
Caesars	124,974	106,567	17.3	37,462	26,630	40.7	3,386	(3,025)	N/A
Harrah's	109,391	95,350	14.7	40,425	31,444	28.6	12,035	5,088	N/A
Resorts	64,801	50,416	28.5	1,295	2,556	(49.3)	(8,127)	(4,050)	N/A
Sands	36,993	41,835	(11.6)	2,333	3,257	(28.4)	(3,206)	(1,321)	N/A
Showboat	92,731	81,210	14.2	31,391	25,671	22.3	1,068	149	N/A
Tropicana	114,724	91,921	24.8	26,213	12,530	N/A	(7,013)	(9,382)	25.3
Trump Marina	53,263	57,608	(7.5)	8,852	11,247	(21.3)	(1,420)	(18,453)	92.3
Trump Plaza	62,661	68,789	(8.9)	4,239	3,822	10.9	(6,991)	(18,651)	62.5
Trump Taj Mahal	118,736	110,328	7.6	26,361	23,772	10.9	907	(18,480)	N/A
Industry	<u>\$ 1,184,631</u>	<u>\$ 1,078,302</u>	9.9	<u>\$ 273,728</u>	<u>\$ 231,985</u>	18.0	<u>\$ 24,565</u>	<u>\$ (18,833)</u>	N/A

(a) Caesars Entertainment, Inc. sold AC Hilton to Colony Capital, LLC on April 26, 2005.

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2005 AND 2004  
(\$ in Thousands)**

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	2005	2004		2005	2004		2005	2004	
AC Hilton (a)	\$ 265,102	\$ 280,418	(5.5)	\$ 28,309	\$ 50,310	(43.7)	\$ 22,196	\$ 2,993	N/A
Bally's AC (b)	633,521	631,989	0.2	163,999	169,557	(3.3)	33,157	33,509	(1.1)
Borgata	763,983	676,419	12.9	256,367	223,469	14.7	171,188	133,465	28.3
Caesars (b)	507,535	485,533	4.5	158,469	148,881	6.4	28,774	18,337	56.9
Harrah's	446,651	420,569	6.2	176,544	161,900	9.0	62,758	52,498	19.5
Resorts	253,179	229,366	10.4	32,752	27,504	19.1	(10,354)	(4,890)	N/A
Sands	162,339	173,378	(6.4)	11,759	18,788	(37.4)	(6,782)	(7,936)	14.5
Showboat	380,375	354,820	7.2	144,746	129,860	11.5	12,659	12,248	3.4
Tropicana	477,226	383,887	24.3	121,139	82,441	46.9	(11,238)	(14,898)	24.6
Trump Marina	241,127	248,145	(2.8)	50,203	53,221	(5.7)	(68,397)	(31,755)	N/A
Trump Plaza	273,391	284,763	(4.0)	38,351	45,500	(15.7)	71,847	(42,543)	N/A
Trump Taj Mahal	477,703	470,030	1.6	113,668	114,579	(0.8)	242,362	(46,796)	N/A
Industry	<u>\$ 4,882,132</u>	<u>\$ 4,639,317</u>	5.2	<u>\$ 1,296,306</u>	<u>\$ 1,226,010</u>	5.7	<u>\$ 548,170</u>	<u>\$ 104,232</u>	N/A

(a) Caesars Entertainment, Inc. sold AC Hilton to Colony Capital, LLC on April 26, 2005. The "combined" statistics above reflect the following (\$ in thousands):

	Net Revenue	GOP	Net Income
Caesars Entertainment	\$ 76,861	\$ 2,556	\$ 11,078
Colony Capital	188,241	25,753	11,118

(b) Harrah's Entertainment, Inc. acquired Caesars Entertainment, Inc. on June 13, 2005, and is now the owner of Bally's AC and Caesars.

As of 4/4/2006

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED DECEMBER 31, 2005  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 67,570	\$ 155,217	\$ 175,209	\$ 127,615	\$ 115,573	\$ 69,424	\$ 36,822	\$ 100,798	\$ 105,703	\$ 53,867	\$ 68,290	\$ 126,603	\$ 1,202,691
Rooms	5,367	11,807	22,496	9,248	12,000	5,873	3,173	10,174	17,614	4,397	5,506	8,348	116,003
Food and Beverage	10,076	20,274	28,850	14,255	13,409	6,107	4,440	14,641	14,519	6,118	8,537	12,919	154,145
Other	2,841	6,433	9,962	4,573	2,450	1,349	639	2,295	6,427	2,305	2,231	3,427	44,932
Total Revenue	85,854	193,731	236,517	155,691	143,432	82,753	45,074	127,908	144,263	66,687	84,564	151,297	1,517,771
Less: Promotional Allowances	25,125	42,042	42,578	30,717	34,041	17,952	8,081	35,177	29,539	13,424	21,903	32,561	333,140
<b>NET REVENUE</b>	<b>60,729</b>	<b>151,689</b>	<b>193,939</b>	<b>124,974</b>	<b>109,391</b>	<b>64,801</b>	<b>36,993</b>	<b>92,731</b>	<b>114,724</b>	<b>53,263</b>	<b>62,661</b>	<b>118,736</b>	<b>1,184,631</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	48,033	94,910	101,006	60,455	55,242	50,556	26,531	52,776	70,598	34,823	40,684	72,239	707,853
Selling, General, and Administrative	12,571	24,224	27,455	26,448	13,612	12,800	7,957	8,476	17,594	8,920	17,065	19,466	196,588
Provision for Doubtful Accounts	736	27	2,238	609	112	150	172	88	319	668	673	670	6,462
Total Costs & Expenses	61,340	119,161	130,699	87,512	68,966	63,506	34,660	61,340	88,511	44,411	58,422	92,375	910,903
<b>GROSS OPERATING PROFIT</b>	<b>(611)</b>	<b>32,528</b>	<b>63,240</b>	<b>37,462</b>	<b>40,425</b>	<b>1,295</b>	<b>2,333</b>	<b>31,391</b>	<b>26,213</b>	<b>8,852</b>	<b>4,239</b>	<b>26,361</b>	<b>273,728</b>
Depreciation and Amortization	4,520	11,376	15,998	11,855	9,645	4,946	4,027	8,803	11,443	2,614	4,198	8,319	97,744
Charges from Affiliates Other than Interest:													
Management Fees	-	5,098	-	4,095	-	-	-	-	7,500	-	-	-	16,693
Other	-	-	-	(1,979)	3,699	-	681	5,365	-	735	897	1,304	10,702
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(5,131)</b>	<b>16,054</b>	<b>47,242</b>	<b>23,491</b>	<b>27,081</b>	<b>(3,651)</b>	<b>(2,375)</b>	<b>17,223</b>	<b>7,270</b>	<b>5,503</b>	<b>(856)</b>	<b>16,738</b>	<b>148,589</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	-	(12,605)	-	(13,170)	(13,009)	(5,350)	-	(14,436)	(13,410)	(5,067)	(6,153)	(12,267)	(95,467)
Interest (Expense) - External	-	(201)	(5,274)	(124)	-	(288)	(548)	-	(6)	(473)	(492)	(919)	(8,325)
Invest. Alt. Tax & Related Income (Exp.)-Net	(544)	(1,103)	(738)	(1,183)	(501)	(266)	(224)	291	(518)	(227)	(325)	(540)	(5,878)
Nonoperating Income (Expense) - Net	26	(813)	(580)	(1,865)	98	(1,153)	179	246	(740)	167	244	551	(3,640)
Total Other Income (Expenses)	(518)	(14,722)	(6,592)	(16,342)	(13,412)	(7,057)	(593)	(13,899)	(14,674)	(5,600)	(6,726)	(13,175)	(113,310)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(5,649)</b>	<b>1,332</b>	<b>40,650</b>	<b>7,149</b>	<b>13,669</b>	<b>(10,708)</b>	<b>(2,968)</b>	<b>3,324</b>	<b>(7,404)</b>	<b>(97)</b>	<b>(7,582)</b>	<b>3,563</b>	<b>35,279</b>
Provision (Credit) for Income Taxes	1,296	1,370	(259)	3,763	1,634	(2,581)	238	2,256	(391)	1,323	(591)	2,656	10,714
Income (Loss) Before Extraordinary Items	(6,945)	(38)	40,909	3,386	12,035	(8,127)	(3,206)	1,068	(7,013)	(1,420)	(6,991)	907	24,565
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (6,945)</b>	<b>\$ (38)</b>	<b>\$ 40,909</b>	<b>\$ 3,386</b>	<b>\$ 12,035</b>	<b>\$ (8,127)</b>	<b>\$ (3,206)</b>	<b>\$ 1,068</b>	<b>\$ (7,013)</b>	<b>\$ (1,420)</b>	<b>\$ (6,991)</b>	<b>\$ 907</b>	<b>\$ 24,565</b>

Certain totals may not foot due to rounding by the casino.

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE QUARTER ENDED DECEMBER 31, 2004  
(\$ in Thousands)**

	AC Hilton	Bally's AC*	Borgata	Caesars	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 64,883	\$ 137,664	\$ 164,524	\$ 106,197	\$ 99,470	\$ 54,778	\$ 44,815	\$ 88,444	\$ 85,790	\$ 61,256	\$ 76,811	\$ 118,658	\$ 1,103,290
Rooms	4,735	9,447	21,497	7,395	11,328	4,890	2,566	9,914	10,827	4,496	6,071	8,124	101,290
Food and Beverage	7,291	16,919	29,267	11,671	11,817	4,639	5,427	10,937	10,776	7,845	9,311	13,185	139,085
Other	2,858	4,891	5,999	3,267	2,333	1,591	1,113	879	3,803	2,434	2,710	4,404	36,282
Total Revenue	79,767	168,921	221,287	128,530	124,948	65,898	53,921	110,174	111,196	76,031	94,903	144,371	1,379,947
Less: Promotional Allowances	18,540	35,316	41,841	21,963	29,598	15,482	12,086	28,964	19,275	18,423	26,114	34,043	301,645
<b>NET REVENUE</b>	<b>61,227</b>	<b>133,605</b>	<b>179,446</b>	<b>106,567</b>	<b>95,350</b>	<b>50,416</b>	<b>41,835</b>	<b>81,210</b>	<b>91,921</b>	<b>57,608</b>	<b>68,789</b>	<b>110,328</b>	<b>1,078,302</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	42,618	87,705	91,529	58,627	47,903	37,025	28,609	43,263	62,397	35,836	49,416	67,671	652,599
Selling, General, and Administrative	13,669	21,732	24,120	20,803	15,768	10,755	9,816	12,320	16,908	10,338	15,546	17,984	189,759
Provision for Doubtful Accounts	198	46	1,605	507	235	80	153	(44)	86	187	5	901	3,959
Total Costs & Expenses	56,485	109,483	117,254	79,937	63,906	47,860	38,578	55,539	79,391	46,361	64,967	86,556	846,317
<b>GROSS OPERATING PROFIT</b>	<b>4,742</b>	<b>24,122</b>	<b>62,192</b>	<b>26,630</b>	<b>31,444</b>	<b>2,556</b>	<b>3,257</b>	<b>25,671</b>	<b>12,530</b>	<b>11,247</b>	<b>3,822</b>	<b>23,772</b>	<b>231,985</b>
Depreciation and Amortization	4,426	11,404	14,381	8,424	8,921	4,505	3,571	8,482	8,798	5,950	4,605	12,699	96,166
Charges from Affiliates Other than Interest:													
Management Fees	2,103	4,542	-	3,425	-	-	-	-	7,500	-	-	-	17,570
Other	-	-	-	1,614	2,845	-	388	4,177	-	877	1,203	1,372	12,476
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(1,787)</b>	<b>8,176</b>	<b>47,811</b>	<b>13,167</b>	<b>19,678</b>	<b>(1,949)</b>	<b>(702)</b>	<b>13,012</b>	<b>(3,768)</b>	<b>4,420</b>	<b>(1,986)</b>	<b>9,701</b>	<b>105,773</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(4,432)	(12,369)	-	(10,458)	(13,000)	(5,308)	(306)	(14,442)	(13,410)	(11,134)	(13,331)	(23,831)	(122,021)
Interest (Expense) - External	(18)	(59)	(7,407)	(115)	-	(254)	(71)	-	2,599	(509)	(910)	(774)	(7,518)
Invest. Alt. Tax & Related Income (Exp.)-Net	446	(638)	(2,104)	872	(799)	(117)	(278)	(558)	(462)	(259)	(336)	(505)	(4,738)
Nonoperating Income (Expense) - Net	279	(3,247)	108	(7,614)	(548)	177	237	(292)	1,712	(10,614)	(1,667)	(2,466)	(23,935)
Total Other Income (Expenses)	(3,725)	(16,313)	(9,403)	(17,315)	(14,347)	(5,502)	(418)	(15,292)	(9,561)	(22,516)	(16,244)	(27,576)	(158,212)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(5,512)</b>	<b>(8,137)</b>	<b>38,408</b>	<b>(4,148)</b>	<b>5,331</b>	<b>(7,451)</b>	<b>(1,120)</b>	<b>(2,280)</b>	<b>(13,329)</b>	<b>(18,096)</b>	<b>(18,230)</b>	<b>(17,875)</b>	<b>(52,439)</b>
Provision (Credit) for Income Taxes	(2,066)	(1,116)	(21,351)	(1,123)	243	(3,401)	201	(2,429)	(3,947)	357	421	605	(33,606)
Income (Loss) Before Extraordinary Items	(3,446)	(7,021)	59,759	(3,025)	5,088	(4,050)	(1,321)	149	(9,382)	(18,453)	(18,651)	(18,480)	(18,833)
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (3,446)</b>	<b>\$ (7,021)</b>	<b>\$ 59,759</b>	<b>\$ (3,025)</b>	<b>\$ 5,088</b>	<b>\$ (4,050)</b>	<b>\$ (1,321)</b>	<b>\$ 149</b>	<b>\$ (9,382)</b>	<b>\$ (18,453)</b>	<b>\$ (18,651)</b>	<b>\$ (18,480)</b>	<b>\$ (18,833)</b>

Certain totals may not foot due to rounding by the casino.

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2005  
(\$ in Thousands)**

	AC Hilton (a) (Caesars)	AC Hilton (a) (Colony)	Bally's (b)	Borgata	Caesars (b)	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>														
Casino	\$ 81,095	\$ 204,665	\$ 637,643	\$ 696,965	\$ 517,734	\$ 471,096	\$ 273,745	\$ 173,390	\$ 409,291	\$ 435,198	\$ 249,157	\$ 299,651	\$ 512,741	\$ 4,962,371
Rooms	6,261	16,762	51,528	91,257	38,250	49,386	23,352	12,062	41,157	69,269	18,204	23,561	32,852	473,901
Food and Beverage	10,874	29,647	87,323	121,013	60,643	53,884	24,282	21,946	53,128	58,830	29,828	37,789	54,387	643,574
Other	3,949	6,336	23,982	35,470	19,201	12,294	6,004	3,255	8,875	25,163	10,834	11,188	17,620	184,171
Total Revenue	102,179	257,410	800,476	944,705	635,828	586,660	327,383	210,653	512,451	588,460	308,023	372,189	617,600	6,264,017
Less: Promotional Allowances	25,318	69,169	166,955	180,722	128,293	140,009	74,204	48,314	132,076	111,234	66,896	98,798	139,897	1,381,885
<b>NET REVENUE</b>	<b>76,861</b>	<b>188,241</b>	<b>633,521</b>	<b>763,983</b>	<b>507,535</b>	<b>446,651</b>	<b>253,179</b>	<b>162,339</b>	<b>380,375</b>	<b>477,226</b>	<b>241,127</b>	<b>273,391</b>	<b>477,703</b>	<b>4,882,132</b>
<b>COSTS AND EXPENSES:</b>														
Cost of Goods and Services	45,345	130,696	383,678	401,049	258,123	220,748	177,526	113,895	203,308	282,069	148,080	168,323	290,550	2,823,390
Selling, General, and Administrative	28,832	31,036	85,075	102,186	87,474	49,006	42,393	36,235	32,126	72,519	41,311	64,849	73,107	746,149
Provision for Doubtful Accounts	128	756	769	4,381	3,469	353	508	450	195	1,499	1,533	1,868	378	16,287
Total Costs & Expenses	74,305	162,488	469,522	507,616	349,066	270,107	220,427	150,580	235,629	356,087	190,924	235,040	364,035	3,585,826
<b>GROSS OPERATING PROFIT</b>	<b>2,556</b>	<b>25,753</b>	<b>163,999</b>	<b>256,367</b>	<b>158,469</b>	<b>176,544</b>	<b>32,752</b>	<b>11,759</b>	<b>144,746</b>	<b>121,139</b>	<b>50,203</b>	<b>38,351</b>	<b>113,668</b>	<b>1,296,306</b>
Depreciation and Amortization	5,707	11,681	45,652	56,951	37,041	37,515	20,935	15,960	34,119	43,167	15,738	18,725	38,552	381,743
Charges from Affiliates Other than Interest:														
Management Fees	2,644	-	21,077	-	16,748	-	-	-	-	32,400	-	-	-	72,869
Other	-	-	-	-	2,947	13,739	-	681	19,810	-	3,261	4,155	5,441	50,034
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>(5,795)</b>	<b>14,072</b>	<b>97,270</b>	<b>199,416</b>	<b>101,733</b>	<b>125,290</b>	<b>11,817</b>	<b>(4,882)</b>	<b>90,817</b>	<b>45,572</b>	<b>31,204</b>	<b>15,471</b>	<b>69,675</b>	<b>791,660</b>
<b>OTHER INCOME (EXPENSES):</b>														
Interest (Expense) - Affiliates	(6,000)	-	(49,640)	-	(44,055)	(52,009)	(21,291)	-	(57,755)	(53,640)	(29,177)	(35,417)	(66,804)	(415,788)
Interest (Expense) - External	27	-	(789)	(23,930)	(490)	-	(1,412)	(745)	-	(31)	(1,590)	(2,774)	(2,999)	(34,733)
Invest. Alt. Tax & Related Income (Exp.)-Net	(715)	(1,546)	(5,041)	(4,922)	(2,742)	(2,635)	(963)	(732)	(1,292)	(1,897)	(1,034)	(1,431)	(2,167)	(27,117)
Nonoperating Income (Expense) - Net	31,662	281	11,034	(679)	(1,975)	(88)	(672)	579	(8,880)	(1,863)	(41,520)	18,103	105,896	111,878
Total Other Income (Expenses)	24,974	(1,265)	(44,436)	(29,531)	(49,262)	(54,732)	(24,338)	(898)	(67,927)	(57,431)	(73,321)	(21,519)	33,926	(365,760)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>19,179</b>	<b>12,807</b>	<b>52,834</b>	<b>169,885</b>	<b>52,471</b>	<b>70,558</b>	<b>(12,521)</b>	<b>(5,780)</b>	<b>22,890</b>	<b>(11,859)</b>	<b>(42,117)</b>	<b>(6,048)</b>	<b>103,601</b>	<b>425,900</b>
Provision (Credit) for Income Taxes	8,101	1,689	19,677	(1,303)	23,697	7,800	(2,167)	1,002	10,231	(621)	2,446	1,470	4,592	76,614
Income (Loss) Before Extraordinary Items	11,078	11,118	33,157	171,188	28,774	62,758	(10,354)	(6,782)	12,659	(11,238)	(44,563)	(7,518)	99,009	349,286
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	(23,834)	79,365	143,353	198,884
<b>NET INCOME (LOSS)</b>	<b>\$ 11,078</b>	<b>\$ 11,118</b>	<b>\$ 33,157</b>	<b>\$ 171,188</b>	<b>\$ 28,774</b>	<b>\$ 62,758</b>	<b>\$ (10,354)</b>	<b>\$ (6,782)</b>	<b>\$ 12,659</b>	<b>\$ (11,238)</b>	<b>\$ (68,397)</b>	<b>\$ 71,847</b>	<b>\$ 242,362</b>	<b>\$ 548,170</b>

Certain totals may not foot due to rounding by the casino.

(a) AC Hilton's income statements reflect Caesars Entertainment, Inc. ownership through April 25, 2005 and Colony ownership thereafter.

(b) Harrah's Entertainment, Inc. acquired Caesars Entertainment, Inc. on June 13, 2005, and is now the owner of Bally's AC and Caesars.

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004  
(\$ in Thousands)**

	AC Hilton	Bally's AC*	Borgata	Caesars	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 291,133	\$ 637,820	\$ 623,400	\$ 488,825	\$ 445,074	\$ 247,842	\$ 187,310	\$ 387,037	\$ 360,273	\$ 260,246	\$ 312,967	\$ 496,350	\$ 4,738,277
Rooms	23,039	49,570	85,166	35,042	48,945	18,341	10,908	39,139	47,026	18,551	24,417	33,028	433,172
Food and Beverage	38,098	86,182	119,946	59,307	53,298	23,387	21,899	49,144	47,630	32,850	38,378	56,120	626,239
Other	12,657	21,324	23,769	19,408	8,496	8,439	3,939	5,069	14,572	11,588	10,697	20,223	160,181
Total Revenue	364,927	794,896	852,281	602,582	555,813	298,009	224,056	480,389	469,501	323,235	386,459	605,721	5,957,869
Less: Promotional Allowances	84,509	162,907	175,862	117,049	135,244	68,643	50,678	125,569	85,614	75,090	101,696	135,691	1,318,552
<b>NET REVENUE</b>	<b>280,418</b>	<b>631,989</b>	<b>676,419</b>	<b>485,533</b>	<b>420,569</b>	<b>229,366</b>	<b>173,378</b>	<b>354,820</b>	<b>383,887</b>	<b>248,145</b>	<b>284,763</b>	<b>470,030</b>	<b>4,639,317</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	183,114	384,255	363,475	259,128	209,738	157,544	117,615	192,773	238,175	150,943	177,722	281,818	2,716,300
Selling, General, and Administrative	46,737	77,376	84,454	74,871	48,596	44,180	36,560	32,193	62,663	42,872	60,486	70,707	681,695
Provision for Doubtful Accounts	257	801	5,021	2,653	335	138	415	(6)	608	1,109	1,055	2,926	15,312
Total Costs & Expenses	230,108	462,432	452,950	336,652	258,669	201,862	154,590	224,960	301,446	194,924	239,263	355,451	3,413,307
<b>GROSS OPERATING PROFIT</b>	<b>50,310</b>	<b>169,557</b>	<b>223,469</b>	<b>148,881</b>	<b>161,900</b>	<b>27,504</b>	<b>18,788</b>	<b>129,860</b>	<b>82,441</b>	<b>53,221</b>	<b>45,500</b>	<b>114,579</b>	<b>1,226,010</b>
Depreciation and Amortization	17,587	45,507	56,811	34,406	34,274	16,681	14,898	32,982	32,020	22,256	23,484	49,269	380,175
Charges from Affiliates Other than Interest:													
Management Fees	9,515	21,165	-	15,884	-	-	-	-	32,100	-	-	-	78,664
Other	-	-	-	6,484	11,980	-	388	17,189	-	3,683	5,407	6,066	51,197
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>23,208</b>	<b>102,885</b>	<b>166,658</b>	<b>92,107</b>	<b>115,646</b>	<b>10,823</b>	<b>3,502</b>	<b>79,689</b>	<b>18,321</b>	<b>27,282</b>	<b>16,609</b>	<b>59,244</b>	<b>715,974</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(17,900)	(49,586)	-	(42,905)	(52,000)	(17,145)	(6,956)	(57,777)	(53,640)	(44,172)	(53,448)	(96,504)	(492,033)
Interest (Expense) - External	(18)	(292)	(35,118)	(469)	-	(696)	(233)	-	12,780	(1,800)	(3,341)	(2,493)	(31,680)
Invest. Alt. Tax & Related Income (Exp.)-Net	560	2,537	(7,957)	(1,190)	(3,310)	(1,510)	(1,165)	(2,215)	(1,158)	(1,096)	(1,412)	(2,100)	(20,016)
Nonoperating Income (Expense) - Net	559	4,460	93	(12,671)	261	1,726	(2,098)	(277)	4,346	(10,497)	757	(2,426)	(15,767)
Total Other Income (Expenses)	(16,799)	(42,881)	(42,982)	(57,235)	(55,049)	(17,625)	(10,452)	(60,269)	(37,672)	(57,565)	(57,444)	(103,523)	(559,496)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>6,409</b>	<b>60,004</b>	<b>123,676</b>	<b>34,872</b>	<b>60,597</b>	<b>(6,802)</b>	<b>(6,950)</b>	<b>19,420</b>	<b>(19,351)</b>	<b>(30,283)</b>	<b>(40,835)</b>	<b>(44,279)</b>	<b>156,478</b>
Provision (Credit) for Income Taxes	3,416	26,495	(9,789)	16,535	8,099	(1,912)	986	7,172	(4,453)	1,472	1,708	2,517	52,246
Income (Loss) Before Extraordinary Items	2,993	33,509	133,465	18,337	52,498	(4,890)	(7,936)	12,248	(14,898)	(31,755)	(42,543)	(46,796)	104,232
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ 2,993</b>	<b>\$ 33,509</b>	<b>\$ 133,465</b>	<b>\$ 18,337</b>	<b>\$ 52,498</b>	<b>\$ (4,890)</b>	<b>\$ (7,936)</b>	<b>\$ 12,248</b>	<b>\$ (14,898)</b>	<b>\$ (31,755)</b>	<b>\$ (42,543)</b>	<b>\$ (46,796)</b>	<b>\$ 104,232</b>

Certain totals may not foot due to rounding by the casino.



**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2005**  
(\$ in Thousands)

	QUARTER			YEAR		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton (Caesars Ent.) (a)	\$ -	\$ -	\$ -	\$ 25,318	\$ 5,098	\$ 30,416
AC Hilton (Colony) (a)	25,125	3,031	28,156	69,169	7,316	76,485
Bally's AC (b)	42,042	5,975	48,017	166,955	22,210	189,165
Borgata	42,578	9,428	52,006	180,722	33,435	214,157
Caesars (b)	30,717	7,484	38,201	128,293	27,594	155,887
Harrah's Marina	34,041	2,784	36,825	140,009	11,071	151,080
Resorts	17,952	931	18,883	74,204	4,671	78,875
Sands	8,081	1,353	9,434	48,314	7,455	55,769
Showboat	35,177	1,021	36,198	132,076	2,790	134,866
Tropicana	29,539	3,727	33,266	111,234	14,985	126,219
Trump Marina	13,424	1,785	15,209	66,896	10,337	77,233
Trump Plaza	21,903	4,009	25,912	98,798	16,470	115,268
Trump Taj Mahal	32,561	4,761	37,322	139,897	17,522	157,419
Industry	\$ 333,140	\$ 46,289	\$ 379,429	\$ 1,381,885	\$ 180,954	\$ 1,562,839
Incr (Decr) vs. Prior Period	<b>10.4%</b>	<b>25.2%</b>	<b>12.1%</b>	<b>4.8%</b>	<b>34.7%</b>	<b>7.6%</b>

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2004**  
(\$ in Thousands)

	QUARTER			YEAR		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton (Caesars Ent.)	\$ 18,540	\$ 3,555	\$ 22,095	\$ 84,509	\$ 12,640	\$ 97,149
Bally's AC	35,316	5,720	41,036	162,907	20,104	183,011
Borgata	41,841	6,606	48,447	175,862	23,944	199,806
Caesars	21,963	6,547	28,510	117,049	24,206	141,255
Harrah's Marina	29,598	2,367	31,965	135,244	9,438	144,682
Resorts	15,482	709	16,191	68,643	3,423	72,066
Sands	12,086	1,699	13,785	50,678	6,342	57,020
Showboat	28,964	378	29,342	125,569	1,207	126,776
Tropicana	19,275	2,566	21,841	85,614	8,952	94,566
Trump Marina	18,423	1,151	19,574	75,090	4,298	79,388
Trump Plaza	26,114	1,129	27,243	101,696	4,053	105,749
Trump Taj Mahal	34,043	4,548	38,591	135,691	15,730	151,421
Industry	\$ 301,645	\$ 36,975	\$ 338,620	\$ 1,318,552	\$ 134,337	\$ 1,452,889

- (a) AC Hilton's income statements reflect Caesars Entertainment ownership through April 25, 2005 and Colony ownership thereafter.  
(b) Harrah's Entertainment acquired Caesars Entertainment on June 13, 2005, and is now the owner of Bally's AC and Caesars.

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE THREE MONTHS ENDED DECEMBER 31, 2005**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
AC Hilton	804	73,436	65,865	89.7%	\$107.56
Bally's AC	1,745	157,732	144,102	91.4%	57.29
Borgata	1,982	178,455	162,248	90.9%	135.73
Caesars	1,140	102,458	94,463	92.2%	99.01
Harrah's	1,630	149,960	129,122	86.1%	94.66
Resorts	879	75,871	65,422	86.2%	89.77
Sands	620	50,524	44,259	87.6%	71.45
Showboat	1,309	120,428	110,674	91.9%	91.93
Tropicana	2,129	195,868	171,664	87.6%	102.61
Trump Marina	728	66,976	49,888	74.5%	88.14
Trump Plaza	906	83,352	65,536	78.6%	84.01
Trump Taj Mahal	1,250	115,000	101,735	88.5%	82.06
<b>INDUSTRY TOTAL</b>	<b>15,122</b>	<b>1,370,060</b>	<b>1,204,978</b>		
<b>INDUSTRY AVERAGE</b>				<b>88.0%</b>	<b>\$94.62</b>

\* Number of guest rooms at end of quarter

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE YEAR ENDED DECEMBER 31, 2005**

CASINO	NUMBER OF GUEST ROOMS IN PROPERTY*	NUMBER OF AVAILABLE ROOM NIGHTS	NUMBER OF OCCUPIED ROOM NIGHTS	OCCUPANCY RATE	AVERAGE RATE PER OCCUPIED ROOM
AC Hilton (Caesars Ent.) (a)	0	86,526	77,969	90.1%	\$80.37
AC Hilton (Colony) (a)	804	199,849	185,750	92.9%	99.48
Bally's AC (b)	1,745	623,672	576,740	92.5%	82.91
Borgata	1,982	710,212	673,163	94.8%	132.98
Caesars (b)	1,140	408,695	390,511	95.6%	98.19
Harrah's	1,630	582,440	520,346	89.3%	93.61
Resorts	879	296,646	260,779	87.9%	89.55
Sands	620	209,046	193,477	92.6%	62.27
Showboat	1,309	477,785	446,431	93.4%	92.19
Tropicana	2,129	776,977	694,525	89.4%	99.74
Trump Marina	728	265,720	220,086	82.8%	82.71
Trump Plaza	906	330,510	292,825	88.6%	80.46
Trump Taj Mahal	1,250	456,250	417,658	91.5%	78.66
<b>INDUSTRY TOTAL</b>	<b>15,122</b>	<b>5,424,328</b>	<b>4,950,260</b>		
<b>INDUSTRY AVERAGE</b>				<b>91.3%</b>	<b>\$94.86</b>

\* Number of guest rooms at end of quarter

(a) AC Hilton's income statements reflect Caesars Entertainment ownership through April 25, 2005 and Colony ownership thereafter.

(b) Harrah's Entertainment, Inc. acquired Caesars Entertainment, Inc. on June 13, 2005, and is now the owner of Bally's AC and Caesars.

As of 4/4/2006

**THE ATLANTIC CITY CASINO INDUSTRY**  
**CASINO WIN ANALYSIS**  
**FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2005 AND 2004**  
**(\$ IN THOUSANDS)**

	SLOT MACHINE WIN		FAVORABLE (UNFAVORABLE) VARIANCE		TABLE GAME WIN		FAVORABLE (UNFAVORABLE) VARIANCE		TOTAL CASINO WIN		FAVORABLE (UNFAVORABLE) VARIANCE	
	2005	2004	\$	%	2005	2004	\$	%	2005	2004	\$	%
AC HILTON (a)	\$205,076	\$200,293	4,783	2.4	\$84,340	\$95,140	(10,800)	(11.4)	\$289,416	\$295,433	(6,017)	(2.0)
BALLY'S AC	477,974	471,786	6,188	1.3	167,660	172,942	(5,282)	(3.1)	645,634	644,728	906	0.1
BORGATA	437,871	403,839	34,032	8.4	266,487	232,702	33,785	14.5	704,358	636,541	67,817	10.7
CAESARS	362,964	349,422	13,542	3.9	160,580	146,543	14,037	9.6	523,544	495,966	27,578	5.6
HARRAH'S	422,956	402,392	20,564	5.1	53,299	47,470	5,829	12.3	476,254	449,862	26,392	5.9
RESORTS	202,790	188,881	13,909	7.4	69,193	63,904	5,289	8.3	271,984	252,785	19,199	7.6
SANDS	137,009	149,840	(12,831)	(8.6)	39,638	40,369	(731)	(1.8)	176,647	190,209	(13,562)	(7.1)
SHOWBOAT	366,586	349,562	17,024	4.9	47,793	43,018	4,775	11.1	414,379	392,581	21,798	5.6
TROPICANA	306,358	255,769	50,589	19.8	135,557	108,181	27,376	25.3	441,915	363,949	77,966	21.4
TRUMP MARINA	197,991	210,527	(12,536)	(6.0)	52,669	52,503	166	0.3	250,660	263,030	(12,370)	(4.7)
TRUMP PLAZA	223,676	235,514	(11,838)	(5.0)	79,872	82,921	(3,049)	(3.7)	303,548	318,435	(14,887)	(4.7)
TRUMP TAJ MAHAL	332,704	338,689	(5,985)	(1.8)	187,228	164,593	22,635	13.8	519,932	503,282	16,650	3.3
TOTAL	<u>\$3,673,955</u>	<u>\$3,556,514</u>	<u>117,441</u>	3.3	<u>\$1,344,316</u>	<u>\$1,250,286</u>	<u>94,030</u>	7.5	<u>\$5,018,271</u>	<u>\$4,806,801</u>	<u>211,470</u>	4.4

(a) Caesars Entertainment, Inc. sold AC Hilton to Colony Capital, LLC on April 26, 2005.